Ail-

6 December 1954

MEMORANDUM FOR: Chief, Finance Division

VIA

: Special Contracting Officer

SUBJECT

: Memorandum in Lieu of Contract for Grover R. MCLONORIE

- 1. Grover R. MOLOHORIE is currently being used as a covert contact under Project AECHAMP. At the present time he is exclusively concerned with attempting to spot persons suitable for black penetration missions into the Lithuanian SSR.
- 2. In view of the limited use to which MCLONORIE is being put, it is considered preferable to have agreements with him confirmed by a Memorandum in Lieu of Contract rather than a formal contract. In the event that subject is successful in his recruiting efforts for the Branch and, as a result of his satisfactory performance, is considered for wider utilization, a request for a formal contract will be submitted.
- 3. In return for services rendered, Grover R. MCLOHORIE will receive the following:
 - a. Reimburgement for expenses incurred in travel performed on our behalf, including payment of per diem in consonance with pertinent Agency regulations.
 - b. Reimbursement for operational expenditures he incurs on our behalf.
 - c. On infrequent occasions, entertainment by purchase for him of lunch, dinner, or drinks.
 - 4. No other commitments have been made to MOLOHORIB.
- 5. For any further information concerning this matter, please contact _ __ extension 8545, room 2609 "J."

APPROVED:

Special Contracting Officer

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Chief, SR/2

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